#### **MINUTES**

# MONTANA SENATE 65th LEGISLATURE - SPECIAL SESSION

# JOINT HOUSE BUSINESS AND LABOR AND SENATE BUSINESS, LABOR, AND ECONOMIC AFFAIRS

Call to Order: Chair Edward Buttrey, on November 14, 2017 at 8:02 AM, in Room 172

Capitol

#### **SENATE ROLL CALL**

#### **Members Present:**

Sen. Edward Buttrey, Chair (R)

Sen. Dee Brown, Vice Chair (R)

Sen. Pat Connell (R)

Sen. Tom Facey (D)

Sen. Steve Fitzpatrick (R)

Sen. Daniel R. Salomon (R)

Sen. Jason D. Small (R)

Sen. Frank Smith (D)

Sen. Gordon Vance (R)

Sen. Gene Vuckovich (D)

Members Excused: None

Members Absent: None

#### **HOUSE ROLL CALL**

#### **Members Present:**

Rep. Fred Anderson, (R)

Rep. Willis Curdy (D)

Rep. Amanda Curtis (D)

Rep. Ross Fitzgerald (R)

Rep. Moffie Funk (D)

Rep. Bruce Grubbs (R)

Rep. Steve Gunderson (R)

Rep. Denley Loge (R)

Rep. Mark Noland (R)

Rep. Andrea Olsen (D)

Rep. Gordon Pierson (D)

Rep. Vince Ricci (R)

Rep. Adam Rosendale (R)

Rep. Casey Schreiner (D)

Rep. Sharon Stewart-Peregoy (D)

Rep. Jeremy Trebas (R)

# SENATE COMMITTEE ON BUSINESS, LABOR, AND ECONOMIC AFFAIRS November 14, 2017 PAGE 2 of 9

Rep. Sue Vinton (R)

Rep. Jonathan Windy Boy (D)

Rep. Daniel Zolnikov (R)

Rep. Sue Vinton (R)

Rep. Jonathan Windy Boy (D)

Rep. Daniel Zolnikov (R)

Members Excused: None

Members Absent: None

**Staff Present:** Nadine Spencer, Committee Secretary

Jameson Walker, Legislative Branch

**Audio Committees:** These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. The link to the audio recording of the meeting is available on the Legislative Branch website.

#### **Committee Business Summary:**

Hearing & Date Posted: SB 8, 11/14/2017

Additional testimony: SB 4

Executive Action: SB 4 - Do Pass; SB 5 - Do Pass as Amended; SB 8 - Do Pass as

Amended

00:00:01 **Chair Buttrey** 00:01:32 Roll call 00:02:24 Chair Buttrey **Additional Testimony SB 4:** 00:03:22 Kevin Braun, Montana State Fund EXHIBIT(bus02a01) 00:04:45 Mr. Braun EXHIBIT(bus02a02) **Committee Questions and Discussion:** 00:12:10 Sen. Facey 00:13:27 Mr. Braun 00:14:24 Sen. Facev 00:14:37 Rep. Vinton 00:14:52 Mr. Braun 00:15:24 Chair Buttrey 00:15:43 Mr. Braun 00:16:07 Chair Buttrey 00:16:31 Mr. Braun Chair Buttrey 00:16:53 00:17:15 Mr. Braun Chair Buttrey 00:17:55 EXHIBIT(bus02a03) Jameson Walker, staff attorney, Legislative Services Division 00:18:21 00:20:58 Sen. Brown 00:23:21 Mr. Walker 00:23:50 Sen. Facev Mr. Walker 00:25:36 Sen. Facey 00:26:34 00:27:04 Chair Buttrey Sen. Connell 00:27:16 00:28:14 Chair Buttrey 00:29:08 Mr. Walker 00:29:27 Chair Buttrey 00:29:40 Sen. Connell 00:30:01 Sen. Brown Chair Buttrey 00:30:24 Sen. Facey 00:30:53 Rep. Stewart-Peregoy 00:31:36 00:32:39 Chair Buttrey Sen. Facey 00:32:47 00:33:49 Mr. Braun 00:34:17 Sen. Facey 00:34:38 Chair Buttrey

| 00:34:45   | Rep. Windy Boy   |
|--|--|
| 00:35:34   | Rep. Schreiner   |
| 00:36:00   | Mr. Walker   |
| 00:36:13   | Rep. Schreiner   |
| 00:36:26   | Mr. Walker   |
| 00:36:36   | Rep. Gunderson   |
| 00:36:53   | Mr. Braun  |
| 00:37:21   | Rep. Gunderson   |
| 00:37:27   | Mr. Braun  |
| 00:37:42   | Rep. Schreiner   |
| 00:37:51   | Chair Buttrey  |
| 00:38:12   | Rep. Schreiner   |
| 00:39:31   | Mr. Braun  |
| 00:39:46   | Chair Buttrey  |
| 00:40:10   | Recess   |
| 00:45:56   | Reconvened   |
|  |  |
| 00:46:20   | Ali Bovingdon, deputy chief of staff, Governor's Office  |
| 00:46:20<br>00:48:12   | Ali Bovingdon, deputy chief of staff, Governor's Office Rep. Ricci   |
|  |  |
| 00:48:12   | Rep. Ricci   |
| 00:48:12<br>00:48:46   | Rep. Ricci<br>Ms. Bovingdon  |
| 00:48:12<br>00:48:46<br>00:48:49   | Rep. Ricci Ms. Bovingdon Rep. Ricci  |
| 00:48:12<br>00:48:46<br>00:48:49<br>00:49:07   | Rep. Ricci Ms. Bovingdon Rep. Ricci Ms. Bovingdon  |
| 00:48:12<br>00:48:46<br>00:48:49<br>00:49:07<br>00:49:45   | Rep. Ricci Ms. Bovingdon Rep. Ricci Ms. Bovingdon Chair Buttrey  |
| 00:48:12<br>00:48:46<br>00:48:49<br>00:49:07<br>00:49:45<br>00:50:44   | Rep. Ricci Ms. Bovingdon Rep. Ricci Ms. Bovingdon Chair Buttrey Ms. Bovingdon  |
| 00:48:12<br>00:48:46<br>00:48:49<br>00:49:07<br>00:49:45<br>00:50:44<br>00:50:48   | Rep. Ricci Ms. Bovingdon Rep. Ricci Ms. Bovingdon Chair Buttrey Ms. Bovingdon Sen. Facey   |
| 00:48:12<br>00:48:46<br>00:48:49<br>00:49:07<br>00:49:45<br>00:50:44<br>00:50:48<br>00:51:21   | Rep. Ricci Ms. Bovingdon Rep. Ricci Ms. Bovingdon Chair Buttrey Ms. Bovingdon Sen. Facey Rep. Grubbs   |
| 00:48:12<br>00:48:46<br>00:48:49<br>00:49:07<br>00:49:45<br>00:50:44<br>00:50:48<br>00:51:21<br>00:52:05   | Rep. Ricci Ms. Bovingdon Rep. Ricci Ms. Bovingdon Chair Buttrey Ms. Bovingdon Sen. Facey Rep. Grubbs Mr. Braun   |
| 00:48:12<br>00:48:46<br>00:48:49<br>00:49:07<br>00:49:45<br>00:50:44<br>00:50:48<br>00:51:21<br>00:52:05<br>00:52:10                                     | Rep. Ricci Ms. Bovingdon Rep. Ricci Ms. Bovingdon Chair Buttrey Ms. Bovingdon Sen. Facey Rep. Grubbs Mr. Braun Rep. Grubbs   |
| 00:48:12<br>00:48:46<br>00:48:49<br>00:49:07<br>00:49:45<br>00:50:44<br>00:50:48<br>00:51:21<br>00:52:05<br>00:52:10<br>00:52:23                         | Rep. Ricci Ms. Bovingdon Rep. Ricci Ms. Bovingdon Chair Buttrey Ms. Bovingdon Sen. Facey Rep. Grubbs Mr. Braun Rep. Grubbs Mr. Braun   |
| 00:48:12<br>00:48:46<br>00:48:49<br>00:49:07<br>00:49:45<br>00:50:44<br>00:50:48<br>00:51:21<br>00:52:05<br>00:52:10<br>00:52:23<br>00:52:39             | Rep. Ricci Ms. Bovingdon Rep. Ricci Ms. Bovingdon Chair Buttrey Ms. Bovingdon Sen. Facey Rep. Grubbs Mr. Braun Rep. Grubbs Mr. Braun Rep. Grubbs                                 |
| 00:48:12<br>00:48:46<br>00:48:49<br>00:49:07<br>00:49:45<br>00:50:44<br>00:50:48<br>00:51:21<br>00:52:05<br>00:52:10<br>00:52:23<br>00:52:39<br>00:52:46 | Rep. Ricci Ms. Bovingdon Rep. Ricci Ms. Bovingdon Chair Buttrey Ms. Bovingdon Sen. Facey Rep. Grubbs Mr. Braun Rep. Grubbs Mr. Braun Rep. Grubbs Mr. Braun Rep. Grubbs Mr. Braun |

## **Committee Discussion on Potential Bill:**

| 00:54:44 | Chair Buttrey |
|----------|---------------|
| 00:57:32 | Rep. Vinton   |
| 00:57:47 | Chair Buttrey |
| 00:58:48 | Sen. Brown    |
| 00:59:00 | Chair Buttrey |
| 00:59:08 | Mr. Walker    |
| 00:59:24 | Rep. Curtis   |
| 00:59:35 | Chair Buttrey |
|          |               |

Recess at 9:02 a.m.

Reconvene at 3:01 p.m.

00:00:06 Chair Buttrey

EXHIBIT(bus02a04)

00:01:26 Mr. Walker 00:01:55 Chair Buttrey

Vice Chair Brown assumed the role as chair.

#### **HEARING ON SB 8**

#### **Opening Statement by Sponsor:**

0:02:29 Sen. Edward Buttrey (R), SD 11, opened the hearing on SB 8, Revise insurance

premium tax laws pertaining to certain health insurers.

#### EXHIBIT(bus02a05)

#### **Proponents' Testimony:**

| 00:12:58 | Frank Cote, vice president sales, Blue Cross Blue Shield Mor | ntana |
|----------|--|-------|
|          |  |       |

00:17:03 Bill Shropshire, CEO, American Chemet Corporation

### **Opponents' Testimony**:

| 00:19:16 | Larry Turney, president, CEO, Montana Health CO-OP |
|----------|--|
|          | ,  |

00:22:03 Richard Miltenberger, representing himself 00:24:22 Jennifer Hensley, PacificSource Healthplans

EXHIBIT(bus02a06)

| 00:31:54 | Brent Mead, executive director, Montana Policy Institute |
|----------|--|
| 00:34:05 | Ali Bovingdon, deputy chief of staff, Governor's Office  |

00:36:50 John Morrison, former Montana insurance commissioner and co-founder,

Montana Health CO-OP

#### **Informational Testimony**:

| 00:38:58 | Harlan Wells, Office of the Secretary of State   |
|----------|--|
| 00:39:16 | Kris Hansen, Office of the Montana State Auditor |

#### **Questions from Committee Members and Responses:**

| 00:39:55 | Rep. Olsen          |
|----------|---------------------|
| 00:41:54 | Mr. Cote            |
| 00:42:53 | Rep. Olsen          |
| 00:43:19 | Mr. Cote            |
| 00:44:11 | Rep. Curdy          |
| 00:44:48 | Mr. Turney          |
| 00:45:04 | Rep. Curdy redirect |
| 00:45:20 | Ms. Hensley         |
| 00:46:39 | Rep. Curdy          |
| 00:47:03 | Ms. Hensley         |
| 00:47:40 | Rep. Curdy redirect |
| 00:47:52 | Mr. Turney          |
| 00:48:18 | Rep. Grubbs         |
| 00:49:21 | Ms. Hensley         |
| 00:49:35 | Rep. Schreiner      |

| 00:50:39<br>00:50:55<br>00:51:04<br><u>EXHIBIT</u> (bus  | Rep. Curtis Ms. Hensley Rep. Curtis  02a07)  |
|--|--|
| 00:51:14<br>00:51:38<br>00:51:56<br>00:52:32<br>00:52:43<br>00:53:33<br>00:53:48<br>00:54:14<br>00:54:38<br>00:55:26<br>00:55:59<br>00:55:59<br>00:57:14<br>00:57:21<br>00:57:47<br>00:57:47<br>00:58:50<br>00:59:10<br>00:59:42<br>01:00:15<br>01:01:37<br>01:02:25 | Sen. Brown Rep. Windy Boy Ms. Hensley Rep. Pierson Mr. Cote Mr. Turney Ms. Hensley Rep. Loge Ms. Hensley Rep. Stewart-Peregoy Sen. Buttrey Rep. Stewart-Peregoy Sen. Buttrey Sen. Facey Ms. Hansen Sen. Facey Mr. Cote Sen. Facey Sen. Buttrey Rep. Olsen Mr. Morrison |
|  |  |

Sen. Buttrey

00:49:57

### **Closing by Sponsor**:

01:04:33 Sen. Buttrey

Recess at 4:05 p.m. Reconvene at 9:07 p.m.

00:00:10 Chair Buttrey

## **EXECUTIVE ACTION ON SB 4**

00:00:54 **Motion:** Sen. D. Brown moved that **SB 4 DO PASS**.

## **Discussion**:

| EXHIBIT(bu | ıs02a08)      |
|------------|---------------|
| 00:06:02   | Sen. Facey    |
| 00:01:02   | Chair Buttrey |

| 00:07:13 | Rep. Ricci    |
|----------|---------------|
| 00:07:46 | Chair Buttrey |
| 00:08:49 | Sen. Brown    |
| 00:09:52 | Chair Buttrey |

00:10:18 **Vote:** Motion carried 6-4 by roll call vote with Sen. Brown, Sen. Fitzpatrick, Sen.

F. Smith and Sen. Vance voting no.

### **EXECUTIVE ACTION ON SB 5**

00:10:59 **Motion:** Sen. D. Brown moved that **SB 5 DO PASS**.

#### **Discussion:**

| 00:11:16 | Sen. Fltzpatrick |
|----------|------------------|
| 00:11:36 | Chair Buttrey    |

00:11:55 **Motion:** Sen. Fitzpatrick moved that **SB 5 BE AMENDED**.

EXHIBIT(bus02a09)

#### Discussion:

| 00:12:43<br>00:16:09<br>00:16:33<br>00:16:59<br>00:17:14 | Mr. Walker Chair Buttrey Mr. Walker Sen. Brown Mr. Walker   |
|--|---|
| 00:18:09<br>00:18:25                                     | Sen. Brown<br>Chair Buttrey   |
| 00:18:43   | Sen. Brown  |
| 00:19:01   | Chair Buttrey   |
| 00:19:16   | Sen. Fitzpatrick  |
| 00:19:42   | Chair Buttrey   |
| 00:20:15   | <u>Substitute Motion</u> : Sen. Fitzpatrick made a substitute motion that <b>SB 5 BE AMENDED</b> and segregate sections 2, 7, and 17.                               |
| 00:20:30   | Chair Buttrey   |
| 00:20:41   | Vote: Motion carried unanimously by voice vote.   |
| 00:21:03   | Motion/Vote: Sen. Fitzpatrick moved that <b>SB 5 BE AMENDED</b> with sections 2, 7, and 17. Motion failed 5-5 by roll call vote with Sen. Connell, Sen. Facey, Sen. |

00:22:25 **Motion:** Sen. Vance moved that **SB 5 BE AMENDED**.

Fitzpatrick, Sen. Salomon and Sen. F. Smith voting aye.

EXHIBIT(bus02a10)

### Discussion:

| 00:23:36 | Mr. Walker                                      |
|----------|---|
| 00:25:39 | Sen. Fitzpatrick                                |
| 00:25:45 | Vote: Motion carried unanimously by voice vote. |

00:26:00 Motion/Vote: Sen. D. Brown moved that SB 5 DO PASS AS AMENDED. Motion carried unanimously by voice vote. 00:26:26 **Chair Buttrey EXECUTIVE ACTION ON SB 8** 00:26:46 Motion: Sen. D. Brown moved that SB 8 DO PASS. 00:26:53 **Chair Buttrey** 00:27:55 Motion: Sen. D. Brown moved that SB 8 BE AMENDED. EXHIBIT(bus02a11) Discussion: 00:28:03 Chair Buttrey Mr. Walker 00:29:28 00:30:23 Chair Buttrev 00:31:19 Stephanie Morrison, Legislative Fiscal Division 00:33:14 Sen. Facev 00:33:47 Ms. Morrison 00:34:17 Sen. Facey 00:34:25 Chair Buttrey 00:34:28 Ms. Morrison 00:35:13 **Chair Buttrey** 00:35:35 Vote: Motion carried unanimously by roll call vote. 00:36:12 Motion: Sen. D. Brown moved that SB 8 DO PASS AS AMENDED. Discussion: 00:36:23 Rep. Curdy 00:38:37 Chair Buttrey 00:39:25 **Vote:** Motion carried 6-4 by roll call vote with Sen. Brown, Sen. Connell, Sen. Facey and Sen. Vance voting no. 00:40:02 Chair Buttrey

# SENATE COMMITTEE ON BUSINESS, LABOR, AND ECONOMIC AFFAIRS November 14, 2017 PAGE 9 of 9

# **ADJOURNMENT**

| Adjournment: 9:47 P.M. |                           |
|------------------------|---------------------------|
|                        |                           |
|                        |                           |
|                        | Nadine Spencer, Secretary |
| ns                     |                           |
| Additional Documents:  |                           |
|                        |                           |

EXHIBIT(bus02aad.pdf)